

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 1533 – SB 1972**

February 4, 2014

**SUMMARY OF BILL:** Increases, from 15 to 20, the number of days after the termination or sale of a business that the former business owner has to notify the assessor of property and trustee and pay any taxes, interest and penalties due and owing. Requires the successor of the business to withhold a sufficient amount of the sale consideration or liquidation proceeds, to cover the amount on the assessment records for the current year and any amount of taxes, interest, and penalties due and unpaid.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- According to the Comptroller of the Treasury, the provisions of the bill will not result in any significant fiscal impact to the agency.
- According to information provided by the County Technical Assistance Service, this bill will not fiscally impact local government.

**IMPACT TO COMMERCE:**

**NOT SIGNIFICANT**

Assumptions:

- Pursuant to Tenn. Code Ann. § 67-5-513, the business successor is required to withhold a sufficient amount of the purchase money to cover the amount on the assessment records for the current year and any amount of such taxes, interest, and penalties due and unpaid.
- The provisions of the bill require the successor to withhold the sale consideration or liquidation proceeds, instead of purchase money.
- The provisions of the bill will not drastically alter current requirements and practices for the termination or succession of a business; therefore any impact to commerce throughout the state is estimated to be not significant.

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**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jrh